UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK

TRACIE CHENG,

Plaintiff,

No. 21 CV 9414

- V -

COMPLAINT

SHEIN DISTRIBUTION CORP.,

Defendant.

Jury Demand

Plaintiff Tracie Cheng, by counsel, for her Complaint against Defendant Shein Distribution Corp. alleges as follows:

SUMMARY OF THE CASE

- 1. This is an action for copyright infringement.
- 2. Plaintiff Tracie Cheng is a renowned painter and visual artist.
- 3. Defendant Shein Distribution Corp. ("Shein") is a United States operating company of a China-based global conglomerate that conducts substantial e-commerce business in New York state and within this District.
- 4. Defendant Shein illegally manufactures, imports and sells cheap counterfeit copies of Plaintiff's paintings.
- 5. Defendant Shein is not authorized to sell cheap counterfeit copies of Plaintiff's paintings.
- 6. Plaintiff therefore seeks monetary and other relief under the Copyright Act, 17 U.S.C. 55 101 *et seq.*

PARTIES

- 7. Plaintiff Ms. Cheng is a natural person domiciled in Connecticut who does substantial business in the State and County of New York.
- 8. Plaintiff's fine artworks are displayed, and offered for sale, in solo and group exhibitions at prominent galleries, including galleries in this District.
 - 9. Plaintiff does not sell or authorize the sale of prints of her original works.
- 10. Defendant Shein is a corporation formed under the laws of the State of Delaware with its principal executive office at 345 North Baldwin Park Boulevard, City of Industry, California.
- 11. Upon information and belief, Defendant Shein infringed Plaintiff's rights under the Copyright Act by stealing images of Plaintiff's work made available on her website and elsewhere on the internet, then mass-producing and selling low-quality copies.
- 12. According to the Shein website, Defendant Shein "sell[s] products ... collect[s] payment and process[es] ... returns" for Shein customers in the United States, including customers in this District.
- 13. Defendant Shein markets, distributes and sells copies of Ms. Cheng's original copyrighted work(s) to produce and sell as "Mountain Print Unframed Painting" through websites (including http://www.shein.com) and apps (including the Shein mobile app available on Apple's App Store (for iOS devices) and on the Google Play app store (for Android devices)) that are directed at and intended for commercial use by persons in this District.

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¹ https://us.shein.com/Terms-and-Conditions-a-399.html#ps-t1 (Shein U.S. Terms & Conditions (effective date August 1, 2021).)

- 14. Defendant Shein contracted to ship and to supply goods, including the unauthorized copies described in this Complaint, to persons in New York.
- 15. Defendant Shein shipped and caused to be shipped thousands of goods, including the unauthorized copies described in this Complaint, to persons in New York.
- 16. On information and belief, other persons or entities whose identities are not yet known to Plaintiffs engaged in or contributed to the unlawful conduct alleged in this Complaint. Plaintiffs will seek leave of Court to assert claims against such persons or entities when they become known.

JURISDICTION AND VENUE

- 17. This Court has subject matter jurisdiction pursuant to 28 U.S.C. §§ 1331 and 1338(a) because this claim arises under the Copyright Act, 17 U.S.C. §§ 101 et seq.
 - 18. Venue is proper under 28 U.S.C. § 1400(a).
- 19. This Court has personal jurisdiction over Defendant because it transacts business in New York, including by marketing and offering for sale infringing copies of Plaintiff's works to persons in New York; by contracting to sell infringing copies of Plaintiff's works to persons in New York; and by operating interactive websites, apps and social media pages for use by and directed at consumers and other persons in New York.

FACTUAL ALLEGATIONS

20. Plaintiff is a professional visual artist who earns a living through her art.

21. In or about 2014, Plaintiff created a work of visual art entitled "STORM AT SEA," (the "Original Work"):



- 22. The Original Work is registered with the United States Copyright Office under Copyright Registration Number VA 2-145-094. Attached as Exhibit A is the Certificate of Registration.
- 23. Defendant Shein has offered for sale unauthorized and infringing copies of Plaintiff's work, including on an e-commerce storefront available to the public at http://www.shein.com.
- 24. Defendant displayed Plaintiff's registered, original work of art without authorization on its commercial website, as depicted here:



- 25. Defendant's ecommerce website, http://www.shein.com, describes Ms. Cheng's registered work as "Mountain Print Unframed Painting", (the "Infringing Painting") which Defendant offers for sale for nine dollars.
- 26. Annexed as Exhibit B is a copy of Defendant's website, which offers for sale unauthorized and infringing copies of the Infringing Painting.
- 27. Plaintiff Cheng operates websites that host images of certain of her works, including the Original Work.

- 28. Images of Plaintiff's Original Work are also available elsewhere on the internet, including at the website of Saatchi Art, an online gallery and art platform through which Plaintiff's original works are offered for sale.²
- 29. Upon information and belief, Defendant misappropriated images of the Original Work from Plaintiff's websites and/or the Saatchi Art website and used it for commercial purposes.
- 30. Defendant did not license the Original Work from Plaintiff for commercial use or for any other purpose.
- 31. Defendant did not have Plaintiff's permission or consent to publish the Original Work on its website or to reproduce the Original Work for commercial sale.
- 32. No one but Plaintiff is authorized to manufacture, import, export, advertise, offer for sale or sell her Original Work "Storm at Sea" without Plaintiff's written permission.

FIRST CAUSE OF ACTION – COPYRIGHT INFRINGEMENT

- 33. Plaintiff re-alleges each and every allegation contained in the foregoing paragraphs.
- 34. Defendant infringed Plaintiff's copyright in the Original Work by reproducing and publicly displaying the Photograph on the website http://www.shein.com.
- 35. Defendant infringed Plaintiff's copyright in the Original Work by reproducing, offering for sale, and selling unauthorized copies of the Original Work.

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² See www.saatchiart.com/account/artworks/723966

- 36. Defendant is not and has never been licensed to reproduce, display, distribute or use the Original Work.
- 37. The acts of Defendant complained of herein constitute infringement of Plaintiff's copyright and other exclusive rights in violation of the Copyright Act, *e.g.*, 17 U.S.C. §§ 106 and 501.
- 38. The foregoing acts of infringement by Defendant are willful, intentional, and in knowing and deliberate disregard of Plaintiff's copyright.
- 39. As a direct and proximate result of the foregoing acts of infringement, Plaintiff is entitled to damages. 17 U.S.C. § 504(b).
 - 40. Plaintiff is entitled to attorney's fees and costs. 17 U.S.C. § 505.

PRAYER FOR RELIEF

WHEREFORE, Plaintiff prays for relief against Defendant as follows:

- a. for a judgment that Defendant has infringed upon Plaintiff's copyright in the Original Work;
- b. for an award of Plaintiff's actual damages and Defendant's profits, pursuant to 17 U.S.C. § 504(b), in an amount to be proven at trial for willful copyright infringement of the Original Work under 17 U.S.C. § 501(a);
- c. in the alternative to Plaintiff's actual damages and Defendant's pursuant to 17 U.S.C. § 504(b), for statutory damages of up to \$150,000 per infringement pursuant to 17 USC § 504(c) for willful copyright infringement, which Plaintiff may elect prior to final judgment;
- d. for a temporary, preliminary and permanent injunction prohibiting Defendant or its agents, and any employees, agents, servants, officers, representatives, directors, attorneys, successors, affiliates, assigns and entities owned or controlled by Defendant, and all those in active concert or participation with Defendant, and each of them who receives notice directly or indirectly of such injunction from:
 - i. manufacturing, importing, exporting, advertising, marketing, promoting, distributing, displaying, offering for sale, selling and *Tracie Cheng. v. Shein Dist. Corp.* | Complaint | Page 7

- otherwise dealing in infringing products including the Infringing Painting;
- ii. secreting, destroying, altering, removing, or otherwise dealing with the Infringing Painting or any books or records that contain any information relating to manufacturing, importing, exporting, advertising, marketing, promoting, distributing, displaying, offering for sale, selling and otherwise using infringing products including the Infringing Painting;
- iii. instructing, aiding or abetting any other person or entity in engaging in or performing any of the activities referred to in the foregoing subparagraphs.
- e. For an order of the Court requiring that Defendant recall from any distributors and retailers and deliver up to Plaintiff for destruction any infringing products including the Infringing Painting and any and all advertising and promotional materials and any other materials in the possession, custody or control of such distributors and retailers that infringe any of Plaintiff's copyrights or other rights;
- f. For an order of the Court requiring that Defendant provide complete accountings for any and all monies, profits, gains and advantages derived by Defendant from its manufacturing, importing, exporting, advertising, marketing, promoting, distributing, displaying, offering for sale, sale and otherwise dealing in infringing products including the Infringing Painting, including prejudgment interest;
- g. For Plaintiffs' reasonable attorneys' fees;
- h. For all costs of suit; and
- i. For such other and further relief as the Court may deem just and proper.

DEMAND FOR JURY TRIAL

Plaintiff respectfully demands trial by jury on all issues so triable in accordance with Fed. R. Civ. P. 38.

Dated: November 15, 2021

New York, NY

MULLEN P.C.

By:

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